



AGENDA ITEM REQUEST

ORIGINATING DEPARTMENT: City Manager

ROUTING:

CITY MANAGER:

DATE: _____

10/20/09

CITY MANAGER APPROVAL TO BEGIN PROCEDURES.

SIGNATURE: _____

PURCHASING:

DATE: _____

PURCHASING APPROVAL:

SIGNATURE: _____

LEGISLATIVE AIDE:

DATE: _____

10/21/09 (TB)

CITY ATTORNEY:

DATE: _____

10/21/09 (TB)

ITEM REQUEST:

Revised resolution supporting S&B Industry, Inc. for relocation incentives. All terms and the City's financial commitment remain the same as stated in the original resolution (09-77) that passed by unanimous vote on May 12, 2009.

FUNDING SOURCE: 180-0000-519.48- 04 Economic Development and Job Growth Fund

AMOUNT: Up to a maximum of \$75,000
Depending on the number of jobs created,
with an additional \$1,200 per job for every
City of Sunrise resident hired, capped at 150
jobs.

BUDGET APPROVAL
SIGNATURE: _____

ATTACHED EXHIBITS:

- Revised Resolution

SUMMARY EXPLANATION/BACKGROUND INFORMATION/JUSTIFICATION:

On May 12, 2009 the City Commission approved a resolution supporting a State of Florida Qualified Targeted Industry incentive (QTI) application for S & B Industry, Inc. The QTI incentive program is administered by the Office of Trade, Tourism, and Economic Development (OTTED). Staff at OTTED requested that the City consider revising parts of the original resolution narrative to clarify the City's support of S & B Industry, Inc. relocating to Sunrise. The City's financial commitment and all other terms remain the same. S & B Industry, Inc., plans to relocate their headquarters to 50,000 sq.ft. of class (A) office space and create 150 new jobs by 2011. The average salary for these new jobs will be \$98,500. S & B Industry, Inc. will be investing \$17 million in capital expenditures for this relocation.

DEPARTMENT HEAD RECOMMENDATION:

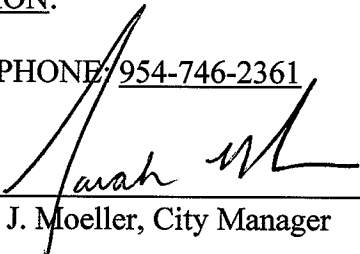
APPROVAL

PERSON WITH ADDITIONAL INFORMATION:

NAME: LOUIS M. SANDORA


PHONE: 954-746-2361

DEPARTMENT HEAD SIGNATURE:


Bruce J. Moeller, City Manager

CITY MANAGER RECOMMENDATIONS:

APPROVED FOR AGENDA PLACEMENT.

SIGNATURE:  (CITY MANAGER)

SUNRISE, FLORIDA

RESOLUTION NO. _____

A RESOLUTION OF THE CITY OF SUNRISE, FLORIDA, RECOMMENDING THAT S & B INDUSTRY, INC., BE APPROVED AS A QUALIFIED APPLICANT PURSUANT TO §288.106, FLORIDA STATUTES; AND APPROVING AN APPROPRIATION OF \$75,000 AS LOCAL PARTICIPATION IN THE QUALIFIED TARGET INDUSTRY TAX REFUND; AND PROVIDING AN EFFECTIVE DATE.

WHEREAS, S & B Industry, Inc., a subsidiary of Foxconn International Holdings, Ltd., plans to relocate its Mobile Communications and Information Technology business of approximately 50,000 square feet of Class (A) office space (the "Project") and approximately 150 permanent full-time jobs to either Sunrise, Florida or Fort Worth, Texas; and

WHEREAS, S & B Industry, Inc. has indicated to the City that economic development assistance is necessary to make its relocation of the Project economically competitive and financially feasible; and

WHEREAS, the City previously entered Resolution 09-77 to provide financial support from the City in an amount not to exceed \$1,200 per job for up to 150 hires that are Sunrise residents; and

WHEREAS, the City previously entered Resolution 09-77 authorizing the provision of Qualified Target Industry Business financial support; however, the State has indicated it requires a revised resolution under Florida Statutes §288.106;

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COMMISSION OF THE CITY OF SUNRISE, FLORIDA:

Section 1. Authority for this Resolution. This Resolution is adopted pursuant to (a) Article VIII, Section 2, Florida Constitution, (b) Chapter 166, Florida Statutes, including specifically Section 166.021(9)(a), Florida Statutes, (c) the City Charter of the City of Sunrise, Florida and (d) Section 288.106, Florida Statutes.

Section 2. Findings. The City Commission hereby ascertains, determines, finds and declares that:

(a) The presence of the Project in the City will bring a significant number of persons to the City who will generate expenditures and employment which result in significant economic benefits to Broward County and the City.

(b) The creation of jobs and employment opportunities in the City avoids the economic and social liability of unemployment, underemployment and lack of economic participation by those affected thereby.

(c) The Project will provide significant employment opportunities in the City.

(d) New jobs increase the demand for housing in the City and thereby strengthen residential property values.

(e) The increased opportunities for gainful employment and economic participation, the promotion of development and economic growth, and the increase in economic diversification in the City, will encourage economic

development in the City, preserving and providing for the public health, safety and welfare of the residents of the City.

(f) The City re-affirms its financial support from the City in an amount not to exceed \$1,200 per job for all hires that are Sunrise residents, up to 150, as appropriate consideration for S & B Industry, Inc.'s relocation to the City; and the amount of such financial support is fully justified and far outweighed by the extent of the public benefits expected to be derived from the Project and is reasonable and not excessive, taking into account the needs of S & B Industry, Inc. to make the Project economically competitive and financially feasible, and the extent of the public benefits expected to be derived from the Project.

(g) The Grant to S & B Industry, Inc. will provide assistance to enable S & B Industry, Inc. to relocate the Project in the City, will make the Project in the City economically competitive and financially feasible, and is in the interest of the residents of the City to provide such assistance as provided in this Resolution.

(h) The authorizations provided by this Resolution are for a paramount public purpose, which far outweighs the incidental benefit conferred on S & B Industry, Inc.

Section 3. Grant.

(a) The City Commission hereby authorizes the implementation and disbursement of financial support for the Project in the form of a grant not

to exceed \$180,000, or \$1,200 per job for all hires that are Sunrise residents (the "Grant") to S & B Industry, Inc.

(b) The City hereby recommends that S & B Industry, Inc. be approved as a Qualified Target Industry Business pursuant to Florida Statutes §288.106.

(c) The City further authorizes the necessary commitment of local financial support for the Qualified Target Industry Business for the Qualified Target Industry Tax Refund Program in the amount of up to \$75,000; and agrees that this amount will be available consistent with the guidelines set forth by the Office of Tourism, Trade and Economic Development and will be paid to the Florida Economic Development Trust Fund with the stipulation that these funds are intended to represent the "local participation" required by Florida Statutes §288.106.

Section 4. Agreement. The Mayor is authorized to execute a grant agreement with S & B Industry, Inc. subject to the City Attorney's final review and approval of the terms, including the contingencies contained in the City's Proposed Incentive.

Section 5. Funding. Funds for the payment called for in this Resolution will be expended from the Economic & Job Growth Fund.

PASSED AND ADOPTED THIS _____ DAY OF _____,
2009.

Mayor Roger B. Wishner

Authentication:

Felicia M. Bravo
City Clerk

MOTION: _____
SECOND: _____

ALU: _____
ROSEN: _____
SCUOTTO: _____
SOFIELD: _____
WISHNER: _____

Approved by the City Attorney
as to Form and Legal Sufficiency. _____
Stuart R. Michelson