

PALM BEACH COUNTY
BOARD OF COUNTY COMMISSIONERS

AGENDA ITEM SUMMARY

Meeting Date: April 17, 2012

Consent
 Ordinance

Regular
 Public Hearing

Department: Department of Economic Sustainability

I. EXECUTIVE BRIEF

Motion and Title: Staff recommends motion to:

- A) **Conceptually Approve** a Section 108 Loan Program Agreement with Jupiter CY, LLC (Company) in the amount of \$2.3 Million contingent upon the approval of the U.S. Department of Housing and Urban Development (HUD);
- B) **Conceptually Approve** an Energy Efficiency Revolving Loan (Energy Loan) Program Agreement with Jupiter CY, LLC in the amount of \$450,000; and
- C) **Approve** an exception to the Energy Efficiency Revolving Loan Program Criteria for Jupiter CY, LLC to waive the maximum loan amount of \$150,000.

Summary: These loans will assist in the construction of a 128 room hotel and 650 square feet of street level retail space near Scripps and Max Planck in Abacoa. The \$2.3 Million Section 108 Loan will fund working capital for the project and the \$450,000 Energy Loan will fund energy efficient appliances, HVAC, and room occupancy sensors. The approximate total project investment is \$19.6 Million and the projected sources of funding include: \$11.5 Million from a financial institution, \$5 Million in owner equity, \$2.3 Million in a Section 108 Loan, and \$450,000 in the Energy Loan. **The overall project is expected to create 293 jobs (including construction jobs) and have a five (5) year Economic Sustainability Impact of \$32 Million. These are Federal funds that require no local match.** (DES Administration) District 1 (DW)

Background and Justification: The Palm Beach County Section 108 Loan Program was developed to create a source of loan funding for use by businesses and investors to implement business ventures that will create new jobs and help revitalize communities. Since 2010, the County's Section 108 Loan Program has created 871 jobs in Palm Beach County. On October 20, 2009, the BCC approved an agreement with the U.S. Department of Energy to implement an Energy Efficiency and Conservation Block Grant Program in the amount of \$6,587,600 which included a revolving loan fund for business totaling \$1,100,000. The program was created to assist businesses in carrying out energy efficiency retrofits to effectuate savings in utility costs, reduce fossil fuel consumption, improve energy efficiency and create and/or retain jobs for local residents.

Attachments:
1. Location Map

Recommended By: Edward W. Gomez 3/23/2012
Department Director Date

Approved By: Sharon Q. [Signature] 4/15/12
Assistant County Administrator Date

II. FISCAL IMPACT ANALYSIS

A. Five Year Summary of Fiscal Impact:

Fiscal Years	2012	2013	2014	2015	2016
Capital Expenditures					
Grant Expenditure	\$2,750,000				
External Revenues	(\$2,750,000)				
Program Income (County)					
In-Kind Match (County)					
NET FISCAL IMPACT	-0-				

# ADDITIONAL FTE POSITIONS (Cumulative)	-0-				
---	-----	--	--	--	--

Is Item Included In Current Budget? Yes X No _____

Budget Account No.:

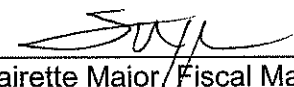
Fund 1540 Dept 764 Unit 2002 Object 8201: \$2,300,000

Fund 1541 Dept 764 Unit 2109 Object 8201: \$450,000

B. Recommended Sources of Funds/Summary of Fiscal Impact:

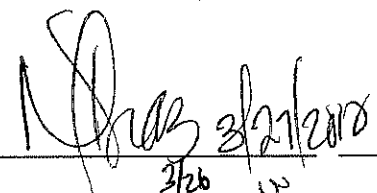
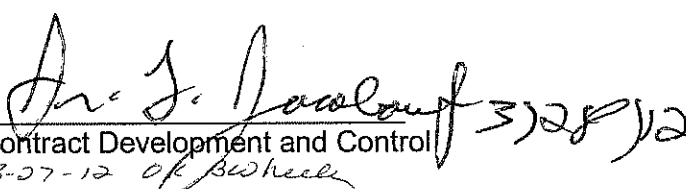
The sources of funds will be the existing HUD General Section 108 Loan pool and the existing DOE Energy Revolving Loan Fund pool

C. Departmental Fiscal Review:


 3/23/12 Shairette Major / Fiscal Manager I

III. REVIEW COMMENTS

A. OFMB Fiscal and/or Contract Development and Control Comments:

<p>OFMB</p> <p> 3/27/12</p> <p>3/26/12</p> <p>3/27/12</p>	<p>Contract Development and Control</p> <p> 3/28/12</p> <p>3-27-12 OK B. Wheeler</p>
--	--

B. Legal Sufficiency:

 3/28/12

Senior Assistant County Attorney

C. Other Department Review:

Department Director

LOCATION MAP

★ Jupiter Courtyard LLC project

North ↑

