

PALM BEACH COUNTY
BOARD OF COUNTY COMMISSIONERS

AGENDA ITEM SUMMARY

Meeting Date:	October 16, 2012	<input type="checkbox"/> Consent	<input checked="" type="checkbox"/> Regular
		<input type="checkbox"/> Ordinance	<input type="checkbox"/> Public Hearing
Department:	Department of Economic Sustainability		

I. EXECUTIVE BRIEF

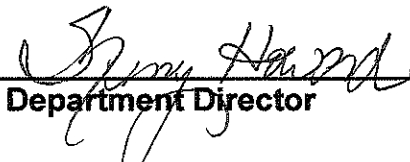
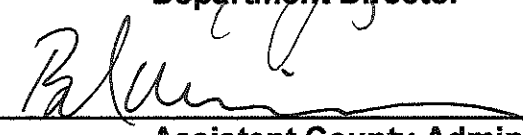
Motion and Title: Staff recommends motion to: **A) Adopt** a Resolution by the Board of County Commissioners of Palm Beach County, Florida, recommending approval of ADT, LLC, a newly created corporate entity; as a Qualified Target Industry (QTI) Business pursuant to s.288.108, Florida Statutes; providing for Local Financial Support for the Quick Action Closing Fund in the form of a Job Growth Incentive Grant not to exceed \$184,000 over a three (3) year period; **B) Conceptually approve** a JGI Grant to ADT, LLC, not to exceed \$184,000 as a portion of the local match for a State (QTI) Grant; and **C) Authorize** the Office of Financial Management and Budget to administratively process a \$184,000 budget transfer from the General Fund Contingency Reserves to the Department of Economic Sustainability JGI Program and a budget amendment of \$184,000 to recognize the funds in the Economic Development Fund, following approval of the agreement.

Summary: ADT, LLC, a leading provider of electronic security services serving over six million customers making it the largest corporation of its kind in North America and Canada, is considering retrofitting 175,000 sq. ft. in Boca Raton with a capital investment of \$400,000 for its headquarters. The company is committing to create 120 new jobs over a three (3) year period and retain 260 jobs both at an average annual salary of \$81,110. The company has been offered a total of \$1,252,000 Million in State funding. The City of Boca Raton will provide a total match of \$184,000 and the County will provide a total match of \$184,000 over three (3) years.

The Regional Economic Model results estimate that ADT, LLC will have a \$138 Million impact over a (5) year period. ADT, LLC is considering Boca Raton along with Irving, Texas. The company will be required to enter into a formal Agreement, approved by the Board of County Commissioners, memorializing their commitments and establishing criteria for funding distribution. Funding will come from the General Fund Contingency Reserve, District 4 (DW)

Background and Justification: ADT, LLC plans to use the Job Growth Incentive Grant to offset significant capital costs required to retrofit the Palm Beach County facility.

Attachments:
1. Resolution

Recommended By:		10-2-2012
	Department Director	Date
Approved By:		10/11/12
	Assistant County Administrator	Date

II. FISCAL IMPACT ANALYSIS

A. Five Year Summary of Fiscal Impact:

Fiscal Years	2013	2014	2015	2016	2017
Grant Expenditures	\$61,333	\$61,333	\$61,334		
Operating Costs					
External Revenues					
Program Income					
In-Kind Match (County)					
NET FISCAL IMPACT	\$61,333	\$61,333	\$61,334		

# ADDITIONAL FTE POSITIONS (Cumulative)					
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Is Item Included In Current Budget? Yes _____ No X

Budget Account No.:

Fund _____ Dept _____ Unit _____ Object _____ Program Code/Period _____.


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

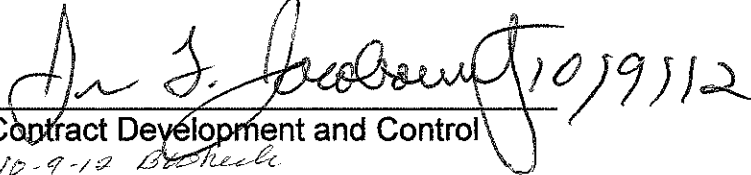
The source of funds are in the form of general fund contingency reserves not to exceed \$184,000 over a three (3) year period for one-half of the Job Growth Incentive match if approved by the Board of County Commissioners.

C. Departmental Fiscal Review:  10-2-12
10/2/12 Shairette Major, Fiscal Manager I

III. REVIEW COMMENTS

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

 10/3/12
 OFMB *10/3/12*

 10/9/12
 Contract Development and Control *10-9-12 B. Beck*

B. Legal Sufficiency:

 10/10/12
 Senior Assistant County Attorney

C. Other Department Review:

 Department Director

(THIS SUMMARY IS NOT TO BE USED AS A BASIS FOR PAYMENT)

RESOLUTION NUMBER 2012-_____

A RESOLUTION BY THE BOARD OF COUNTY COMMISSIONERS OF PALM BEACH COUNTY, FLORIDA, RECOMMENDING APPROVAL OF ADT, LLC, A NEWLY CREATED CORPORATE ENTITY, AS A QUALIFIED TARGET INDUSTRY (QTI) BUSINESS PURSUANT TO s.288.108, FLORIDA STATUTES; PROVIDING FOR LOCAL FINANCIAL SUPPORT FOR THE QUICK ACTION CLOSING FUND IN THE FORM OF A JOB GROWTH INCENTIVE GRANT NOT TO EXCEED \$184,000 OVER A THREE (3) YEAR PERIOD.

WHEREAS, ADT, LLC, a newly created corporate entity, is a world leader in electronic surveillance services with 16,000 employees, with over 200 field offices, and serving 6,000,000 customers worldwide; and

WHEREAS, the ADT, LLC proposed project will involve the expansion and renovation of its current facility in Boca Raton, Florida, for a total capital investment of \$400,000; and

WHEREAS, ADT, LLC will create 120 new full-time jobs and retain 260 jobs in Palm Beach County at an average annual wage of \$81,110, excluding benefits, which is 195% greater than the average wage in Florida; and

WHEREAS, Palm Beach County's Department of Economic Sustainability estimates that the proposed project would result in a local economic impact of \$138 million over five (5) years; and

WHEREAS, ADT, LLC, a for-profit corporation, has filed a QTI Tax Refund Program application with Enterprise Florida, Inc., to seek State tax refunds; and

WHEREAS, ADT, LLC has been identified as a Target Industry Business and falls within one of the high-impact sectors designated under s.288.108, Florida Statutes; and

WHEREAS, Palm Beach County's Ad Valorem Tax Exemption program may be used as local participation for the QTI and is designed to motivate businesses by providing funding assistance to either relocate to or establish a facility in Palm Beach County or to help an existing local business with an expansion project which will result in the creation of full-time jobs in Palm Beach County, increase the County's tax base, and strengthen and diversify the County's local economy; and

WHEREAS, Palm Beach County has determined that it will provide a Job Growth Incentive Grant to ADT, LLC of \$184,000 over a three (3) year period; and

WHEREAS, ADT, LLC is aware that in order to receive the award, the retrofit of \$400,000 to ADT, LLC's facility must be completed, the current 260 jobs must be retained, 120 new jobs must be created at an annual average salary of \$81,110 within three (3) years of the effective date of the Job Growth Incentive Grant agreement and all jobs must be retained for five (5) years from the date of compliance with the job creation requirement.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF COUNTY COMMISSIONERS OF PALM BEACH COUNTY, FLORIDA, that the Board hereby recommends ADT, LLC, a newly created corporate entity, be approved as a Qualified Target Industry Business pursuant to s. 288.108, Florida Statutes.

BE IT FURTHER RESOLVED, that the local financial support for the Qualified Target Industry Tax Refund exists in the amount of \$184,000, and will be provided in the form of a Job Growth Incentive Grant. This amount will be made available in accordance with the guidelines set forth by the Florida Department of Economic Opportunity with the stipulation that these funds are intended to represent local financial support pursuant to s. 288.108, Florida Statutes.

BE IT FURTHER RESOLVED, that the Palm Beach County Board of County Commissioners has determined the basis of this project's average private sector wage commitment calculation shall be 195% greater than the State's average annual wage.

This resolution shall take effect immediately upon its adoption.

The foregoing Resolution was offered by Commissioner _____ who moved its adoption. The motion was seconded by Commissioner _____ and, being put to a vote, the vote was as follows:

COMMISSIONER SHELLEY VANA, CHAIR	_____
COMMISSIONER STEVEN L. ABRAMS, VICE CHAIRMAN	_____
COMMISSIONER KAREN T. MARCUS	_____
COMMISSIONER PAULETTE BURDICK	_____
COMMISSIONER BURT AARONSON	_____
COMMISSIONER JESS R. SANTAMARIA	_____
COMMISSIONER PRISCILLA A. TAYLOR	_____

The Chair thereupon declared the Resolution duly passed and adopted this ____ day of _____, 2012.

**PALM BEACH COUNTY, FLORIDA, BY ITS
BOARD OF COUNTY COMMISSIONERS**

**APPROVED AS TO FORM AND
LEGAL SELF SUFFICIENCY**

**ATTEST:
SHARON R. BOCK, CLERK & COMPTROLLER**

By: _____
Dawn S. Wynn,
Senior Assistant County Attorney

By: _____
Deputy Clerk