

JUN 19 2001 gq/BS

RESOLUTION

of the
ORANGE COUNTY BOARD OF COUNTY COMMISSIONERS
regarding
RF MICRO DEVICES, INC.
QUALIFIED TARGET INDUSTRY TAX REFUND

Resolution No. 2001-M-20

PREMISES

WHEREAS, in 1994, the Florida legislature passed legislation establishing a “Qualified Target Industry Tax Refund program” (“QTI Program”) to encourage economic development for companies creating new high-wage employment opportunities in Florida by providing “tax refunds” to qualified target industries; and

WHEREAS, RF Micro Devices, Inc., a business registered with the Florida Department of Labor and Employment Security (hereafter referred to as “RF Micro”) seeks to establish a semiconductor manufacturing operation at 9333 South John Young Parkway in unincorporated Orange County (hereafter “the Project”), representing an investment of approximately \$158 million dollars over a five year period; and

WHEREAS, the Project would also include a manufacturing research and development center; and

WHEREAS, RF Micro has applied to the Executive Office of the Governor, Office of Tourism, Trade, and Economic Development for approval as a qualified applicant under the QTI Program; and

WHEREAS, RF Micro anticipates creating 20 new jobs in Orange County by December 31, 2003, and these jobs will be at an average salary of \$60,000 per year, which is twice the prevailing Orange County wage; and

WHEREAS, RF Micro has applied for \$100,000 in tax refunds from the State of Florida under the QTI Program, representing \$5,000 per job; and

WHEREAS, it is estimated that RF Micro will generate approximately \$2.8 million in additional property taxes from this Project to Orange County government during its first six years of operation, and also approximately \$2.7 million in additional property taxes during this

period to other jurisdictions, such as Orange County Public Schools, the Orange County Library System, and the South Florida Water Management District; and

WHEREAS, in order for RF Micro to be approved as a “qualified applicant” under the QTI Program, the Orange County Board of County Commissioners must adopt a resolution recommending approval of RF Micro as a “target industry business” and committing “local financial support” in an amount equal to 20% of the annual tax refund; and

WHEREAS, RF Micro’s application will require a commitment of local financial support of \$20,000 over a six year period; and

WHEREAS, competition for this Project exists outside of Florida; and

WHEREAS, location of this Project in Orange County is important to maintaining and growing the semiconductor manufacturing industry in the region.

NOW THEREFORE, BE IT RESOLVED BY THE BOARD OF COUNTY COMMISSIONERS OF ORANGE COUNTY:

Section 1. The Board of County Commissioners of Orange County, Florida, hereby recommends that the State of Florida Office of Tourism, Trade, and Economic Development approve RF Micro as a “qualified applicant” under the QTI Program.

Section 2. Subject to the terms of this Resolution, the Board hereby agrees to pay up to but not exceeding \$20,000 as the “local financial support” required under the QTI Program. Such amount shall be payable to the Economic Development Incentives Account within the Economic Development Trust Fund as specified herein.

Section 3. The County’s promise to pay the amounts specified in this Resolution is contingent upon (i) appropriation by the Board in each applicable year authorizing payment of the revenues hereunder, (ii) RF Micro’s receiving the designation as a “qualified applicant” in connection with the QTI program, (iii) on an annual basis, award by the State of Florida of tax refunds under the QTI program, and (iv) beginning in FY 2002-2003 and each year thereafter, receipt by Orange County from RF Micro of property taxes to the general fund which equal or exceed the amount of the annual “local financial support” payment for each relevant fiscal year as outlined in Section 4 below.

Section 4. Unless provided otherwise in this Resolution, the County shall pay the “local financial support” in the following amounts:

FY 2001-2002	\$ 750
FY 2002-2003	\$ 2,000
FY 2003-2004	\$ 5,000
FY 2004-2005	\$ 5,000
FY 2005-2006	\$ 4,250

FY 2006-2007

\$ 3,000

Total

\$ 20,000

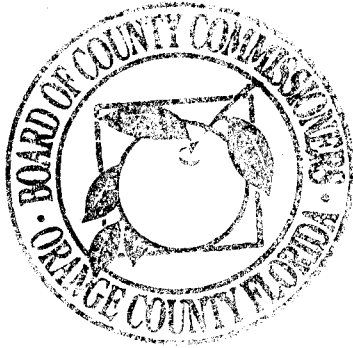
Such sums shall be paid from any legally available source or sources of revenue other than those specified in the QTI Program (or rules promulgated thereunder) as being ineligible for such purpose.

Section 5. In the event RF Micro is approved by the State of Florida for tax refunds in an amount less than the \$100,000 requested, the local financial support to be paid by the County shall be proportionately reduced so that at no time will the County contribution exceed twenty percent (20%) of the annual tax refund awarded to RF Micro under the QTI Program.

Section 6. This Resolution shall take effect upon receipt by the County of evidence that RF Micro has been approved as a "qualified applicant" and has become eligible for tax refunds under the QTI program, as described herein.

ADOPTED THIS 19th DAY OF JUNE, 2001.

ORANGE COUNTY, FLORIDA



BY: David C. Heath for

Richard T. Crotty
County Chairman

ATTEST: Martha O. Haynie, County Comptroller
As Clerk to the Board of County Commissioners

BY: [Signature]
Deputy Clerk