

NOV 03 2015 NP/BS

RESOLUTION

of the
ORANGE COUNTY BOARD OF COUNTY COMMISSIONERS
regarding
CAREMARK, LLC
QUALIFIED TARGET INDUSTRY TAX REFUND

Resolution No. 2015-M-38

PREMISES

WHEREAS, in 1994, the Florida legislature passed legislation establishing a “Qualified Target Industry Tax Refund Program” (“QTI Program”) to encourage the creation of new high-wage job opportunities in Florida by providing “tax refunds” to qualified target industries; and

WHEREAS, Caremark, LLC (Caremark) is headquartered in Woonsocket, RI, and has had operations in Orange County, FL since 2003; and

WHEREAS, Caremark has identified Orange County, FL as a potential project site for their Southeast regional support operations; and

WHEREAS, Caremark’s parent company, CVS Health employs over 211,800 employees nationwide and seeks to locate their new business unit preferably in unincorporated Orange County; and

WHEREAS, Caremark provides a comprehensive prescription dispensing and clinical monitoring process for specialty and infusion pharmaceuticals along with individual support for customers throughout their course of therapy in order to help them better manage their conditions; and

WHEREAS, Caremark anticipates creating approximately five hundred (500) new jobs in Orange County at an average annual salary of at least \$48,995, which is 115% of the prevailing salary of \$42,604 in Orange County; and

WHEREAS, Caremark anticipates that the new jobs to be created will include approximately one hundred (100) pharmacy positions; three hundred and fifty (350) pharmacy technician positions; fifty (50) administrative positions; and

WHEREAS, Caremark anticipates that these new jobs will be created according to the following schedule: Two hundred and seventy-five (275) jobs by December 31, 2016; two hundred and twenty-five (225) jobs in calendar year 2017; and

WHEREAS, Caremark has applied to the Executive Office of the Governor, Department of Economic Opportunity for approval as a qualified QTI Program applicant, and has applied for

\$1,500,000 in tax refunds from the State of Florida under the QTI Program, representing \$3,000 per job; and

WHEREAS, in order for Caremark to be approved as a “qualified applicant” under the QTI Program, the Orange County Board of County Commissioners must adopt a resolution recommending the approval of Caremark as a “target industry business,” and committing “local financial support” in an amount equal to 20% of the annual tax refund up to but not exceeding \$300,000 over the course of Caremark’ eligibility as a “qualified applicant”; and

WHEREAS, competition for Caremark expansion exists outside of Florida, and financial incentives are necessary to ensure that this project comes to Orange County.

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 Department of Economic Opportunity approve Caremark as a “qualified applicant” under the QTI Program.

Section 2. Subject to the terms of this Resolution, the Board hereby approves payments up to, but not exceeding, three hundred thousand dollars (\$300,000) in “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 Board’s promise to pay the amount specified in this Resolution is contingent upon (i) appropriation by the Board in each applicable year authorizing payment of the revenues hereunder, (ii) Caremark receiving the designation as a “qualified applicant” in connection with the QTI program, and (iii) on an annual basis, award by the State of Florida of tax refunds under the QTI program.

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

FY 2017-2018	\$ 41,250
FY 2018-2019	\$ 75,000
FY 2019-2020	\$ 75,000
FY 2020-2021	\$ 75,000
FY 2021-2022	\$ 33,750
Total	<u>\$ 300,000</u>

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 Caremark is approved by the State of Florida for tax refunds in an amount less than the \$1,500,000 requested, the “local financial support” to be paid by the

County to the Economic Development Incentives Account shall be proportionately reduced so that at no time will the County contribution exceed twenty percent (20%) of the annual tax refund awarded to Caremark under the QTI Program.

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

ADOPTED THIS NOV 03 2015 DAY OF November, 2015.

ORANGE COUNTY, FLORIDA
By: Board of County Commissioners

BY: *Teresa Jacobs*
Teresa Jacobs
County Mayor

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

BY: *Katie Smith*
Deputy Clerk

