

APR 28 1998

RESOLUTION

of the

ORANGE COUNTY BOARD OF COUNTY COMMISSIONERS

regarding

LUCENT TECHNOLOGIES, INC. QUALIFIED TARGET INDUSTRY TAX REFUND PROGRAM APPLICATION

Resolution No. 98- M-13

PREMISES

WHEREAS, in 1994, the Florida legislature passed legislation establishing a "qualified target industry tax refund 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, Lucent Technologies, Inc., herein referred to as "Lucent" seeks to establish a Bell Laboratories Advanced Development and Research Facility (ADRF) in unincorporated Orange County at 9333 S. John Young Parkway, Orlando, Florida 32819; and

WHEREAS, the Lucent Bell Laboratories ADRF will include a research and development cleanroom and facilities for 100 Bell Labs scientists and engineers and 100 technical support personnel who will be engaged in the development of semiconductor manufacturing design standards

to be used at Lucent manufacturing facilities worldwide; and

WHEREAS, Lucent's Cirent Semiconductor plan (formerly AT&T Microelectronics) has been located in Orange County since 1984, has a current employment base of about 1,600 persons, and represents one of Orange County's target industries; and

WHEREAS, in order for Lucent to be approved as a "qualified applicant" and become eligible for tax refunds under the Qualified Target Industry Tax Refund Program pursuant to section 288.106, Florida Statutes, (the "Act"), a resolution must be adopted by the board of county commissioners of the county in which the project will be located, which resolution recommends that the applicant be approved as a target industry business and state the commitment of "local financial support" for the applicant exists in an amount of 20% of the annual tax refunds; and

WHEREAS, it is estimated that the Lucent Bell Laboratories ADRF will create 200 new jobs in Orange County at an average salary of \$58,750, 227% above the prevailing wage, and that these jobs will be created approximately according to the following schedule: 85 jobs by December, 1999; 45 jobs by December, 2000; 45 jobs by December, 2001; and 25 jobs by December, 2002; and

WHEREAS, it is estimated that the Lucent Bell Laboratories ADRF will add a minimum of \$287 million to the Orange County tax roll, and generate over \$13 million in property tax revenue to Orange County government over the next ten years; and

WHEREAS, Lucent has applied for \$1 million in tax refunds from the State of Florida under the ACT, which will require local financial assistance of \$200,000 over seven years.

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 Lucent as a "qualified applicant" under the Act.

Section 2. Subject to the terms of this Resolution, the Board hereby agrees to pay up to but not exceeding two hundred thousand dollars as the "local financial support" required under the Act. Such amount shall be payable to the Economic Development Incentives Account within the Economic Development Trust Fund at the times and in the amounts and from the sources of revenue specified below.

Section 3. The Board's promise to pay the amounts specified in this resolution is contingent upon (i) the Board's approval of county budgets that authorize such payments, (ii) Lucent receiving the designation as a "qualified applicant" in connection with the Qualified Target Industry Tax Refund Program, and (iii) the successful applicant and award by the State of Florida of tax refunds under the Act.

Section 4. Unless provided otherwise in this resolution, the County shall pay the "local financial support" in the following amounts:

FY 1999-2000	\$ 21,250
FY 2000-2001	\$ 32,500
FY 2001-2002	\$ 43,750
FY 2002-2003	\$ 50,000
FY 2003-2004	\$ 28,750
FY 2004-2005	\$ 17,500
FY 2005-2006	\$ 6,250
Total	\$ 200,000

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

Section 5. In the event Lucent is approved by the State of Florida for tax refunds in a total amount less than the one million dollars now requested by Lucent, the local financial support to be paid by the county to the Economic Development Incentives Account shall equal and not exceed twenty percent (20%) of the annual tax refund actually awarded to Lucent under the Act.

Section 6. This Resolution shall take effect upon receipt by the County of evidence that

Lucent has been approved as a "qualified applicant" and has become eligible for tax refunds under the Act, as described herein.

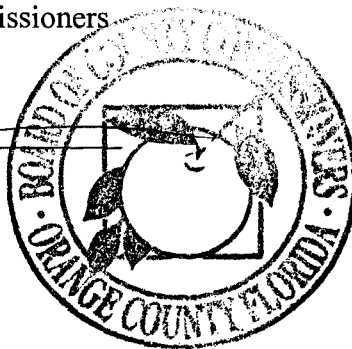
ADOPTED THIS th ~~31~~ DAY OF APRIL, 1998

ORANGE COUNTY, FLORIDA

BY: *Linda W. Chapin*
Linda W. Chapin
County Chairman

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

BY: *Martha O. Haynie*
Deputy Clerk



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(04/20/98)